

OFFICIAL STATEMENT

WALNUT VALLEY UNIFIED SCHOOL DISTRICT
LOS ANGELES COUNTY, CALIFORNIA

\$1,540,000 PRINCIPAL AMOUNT


Election 1974, Series C
(General Obligation Bonds)*no slip*INSTITUTE OF GOVERNMENTAL
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JAN 17 1977

UNIVERSITY OF CALIFORNIA

Bids to be received by the Board of Supervisors of Los Angeles County, Room 383
Hall of Administration, 500 West Temple Street, Los Angeles, California 90012
at 9:00 A.M. Tuesday, February 8, 1977.

[Stone & Youngberg, municipal financing consultants]
Walnut -- Economic conditions
Los Angeles county -- "
School bonds -- California -- Los Angeles co.



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WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Los Angeles County, California

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PROFESSIONAL SERVICES

Stone & Youngberg Municipal Financing Consultants, Inc.
San Francisco and Los Angeles
Financing Consultants

THE DATE OF THIS OFFICIAL STATEMENT IS JANUARY 3, 1977

79 00637

TO WHOM IT MAY CONCERN:

The purpose of this Official Statement is to supply information to prospective bidders on, and buyers of \$1,540,000 principal amount of Election 1974, Series C general obligation bonds, proposed to be issued by the Board of Supervisors of Los Angeles County on behalf of the Walnut Valley Unified School District.

The material contained in this Official Statement was prepared by Stone & Youngberg Municipal Financing Consultants, Inc., in the capacity of financing consultants to the District (which firm will receive compensation from the District contingent upon the sale and delivery of the Bonds).

No dealer, broker, salesman or other person has been authorized by the District to give any information or to make any representations other than those contained herein and, if given or made, such other information or representation must not be relied upon as having been authorized by any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of any offer to buy nor shall there be any sale of the bonds by a person in any jurisdiction in which it is unlawful for such person to make such an offer, solicitation or sale.

The execution and distribution of this Official Statement have been authorized by the District.

DAVID L. BROWN, Ed. D.
SUPERINTENDENT
WALNUT VALLEY UNIFIED SCHOOL DISTRICT

January 3, 1977

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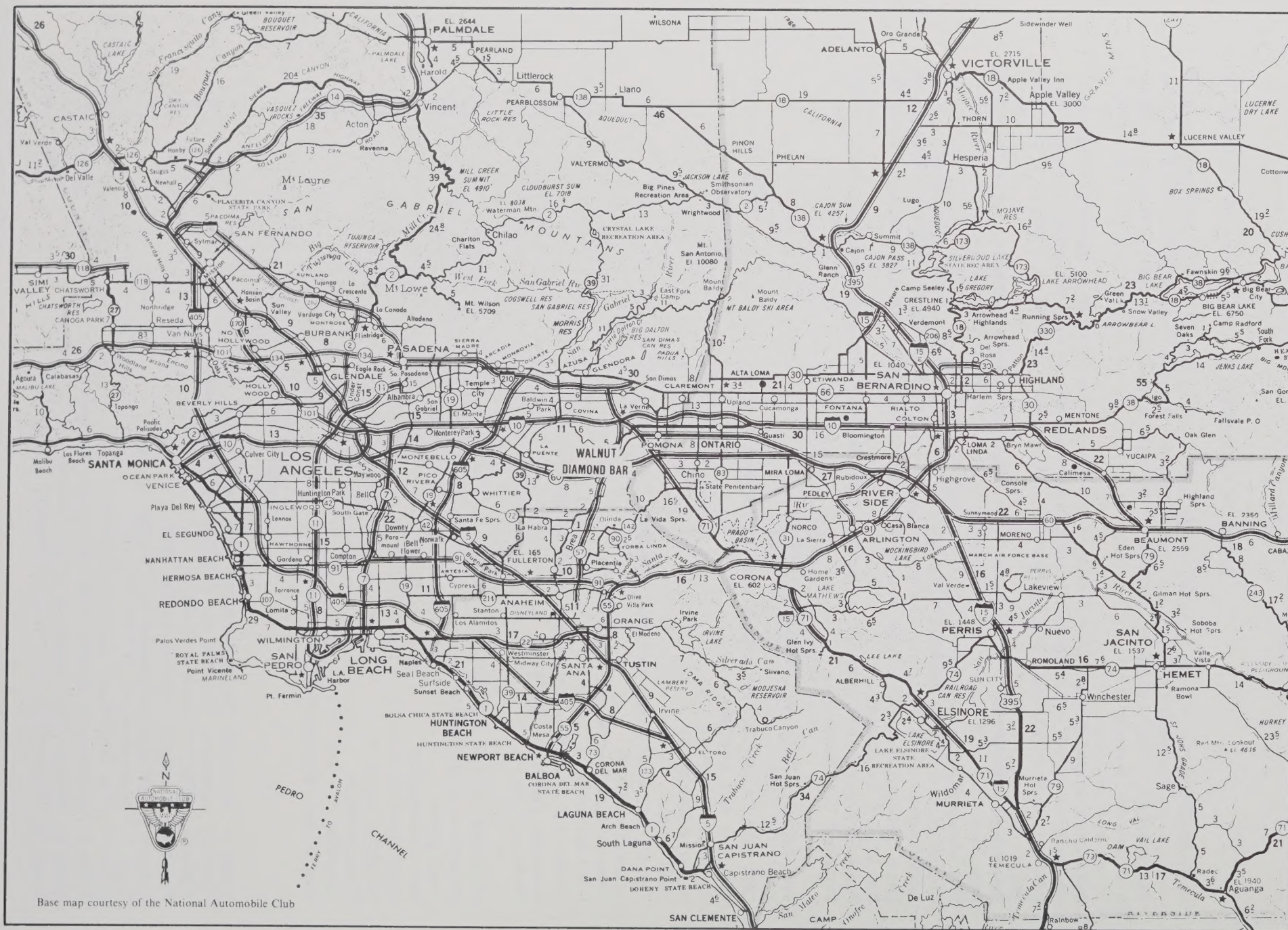
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Vicinity map showing the location of Walnut and Diamond Bar in relation to city of Los Angeles.

INTRODUCTION

The Election 1974, Series C general obligation bonds in the principal amount of \$1,540,000 represent the third sale from an authorization of \$5,000,000 approved by Walnut Valley Unified School District voters on March 5, 1974. Election 1974, Series A bonds were dated July 1, 1974; Series B bonds were dated January 1, 1975. After the sale of the proposed Election 1974, Series C bonds, \$1,779,000 of the original authorization will remain unsold. Proceeds from the sale of the Series C general obligation bonds will be applied towards the purchase of an elementary site and the construction of a new high school.

The District, providing elementary and secondary school educational services to approximately 16,000 residents in an area containing 21.5 square miles, has operated as a unified school district under the laws of the State of California since formation in 1970. Located in east central Los Angeles County, approximately 30 miles east of Los Angeles, the District encompasses most of the City of Walnut, a small portion of the City of West Covina, a portion of the City of Industry, and certain unincorporated areas, principally the community of Diamond Bar. Both Walnut and Diamond Bar are predominately residential in character. In the planned community of Diamond Bar, Transamerica Corporation has arranged for the construction of churches, schools, commercial establishments and residences within District boundaries. Residential projects at Diamond Bar include town houses and luxury custom homes.

The City of Industry has an estimated 550 employers and over 24,000 jobs. It is devoted almost exclusively to industrial production, assembly operations, warehousing, and distribution. There are ten square miles of land in the City of Industry zoned exclusively for industry. Nearly 70 percent of this total acreage is currently vacant and available, representing the largest reservoir of potential industrial growth in the Los Angeles basin. That portion of the City of Industry within the District contains a number of small-to-medium size industrial firms, the largest of which is Norris Industries, a producer of plumbing ware employing 400.

Diversified transportation facilities have contributed to the rapid growth of the area. Traversing the District are main lines of the Southern Pacific and the Union Pacific Railroads. Also traversing the District is the Pomona Freeway (State Highway 60), linked by the Orange Freeway (State Highway 57) to the San Bernardino Freeway (Interstate 10), which provides linkage with Interstate 210 (Foothill Freeway) in the northern part of the San Gabriel Valley, and the extensive freeway network of Orange County to the south. Ontario International Airport is less than a 30-minute drive to the east via the Pomona Freeway. Also readily accessible by freeway are Los Angeles International Airport and Orange County Airport.

Over the past five years, the District's assessed valuation increased approximately 55.4 percent and assessed valuations per unit of average daily attendance increased approximately 24.9 percent. Average daily attendance over the past five years has increased 24.5 percent, from 5,245 in 1972/73 to an estimated 6,528 in 1976/77. Upon delivery of the Election 1974, Series C bonds currently being offered for sale, the District's direct debt will be \$6,257,792 or 9.76 percent of assessed valuation and 2.67 percent of estimated real value. Net direct and estimated overlapping debt will be 19.15 percent and 5.23 percent of assessed valuation and estimated real value respectively.

THE BONDS

AUTHORITY FOR ISSUANCE

The \$1,540,000 principal amount of Walnut Valley Unified School District Election 1974, Series C, now being offered for sale are general obligation bonds to be issued under provisions of Part 3, Division 16, Chapter 7 of the State of California Education Code, and pursuant to a resolution of the Board of Supervisors of Los Angeles County adopted on January 4, 1977.

The Election 1974, Series C bonds in the principal amount of \$1,540,000 represent the third series from an authorization of \$5,000,000 approved by District voters on March 5, 1974. Election 1974, Series A bonds were dated July 1, 1974; Series B bonds were dated January 1, 1975. After the sale of the proposed Election 1974, Series C bonds, \$1,779,000 of the original authorization will remain unsold.

TERMS OF SALE

Bids will be received by the Board of Supervisors of Los Angeles County on or before 9:00 A.M. on Wednesday, February 8, 1977, at the Office of the Board of Supervisors, Room 383, Hall of Administration, 500 West Temple Street, Los Angeles, California, 90012. The Bonds will be sold pursuant to the terms of sale contained in the Notice Inviting Bids adopted January 4, 1977.

DESCRIPTION OF THE BONDS

The Election 1974, Series C bonds consist of \$1,540,000 aggregate principal amount dated March 1, 1977. The bonds, all in the denomination of \$5,000, will mature serially in consecutive numerical order from lower to higher as set forth in the following maturity schedule:

<u>Maturity Date</u>	<u>Principal</u>
<u>March 1</u>	<u>Amount</u>
1980	\$ 15,000
1981	25,000
1982	25,000
1983	50,000
1984	50,000
1985	75,000
1986	75,000
1987	75,000
1988	75,000
1989	100,000
1990	100,000
1991	175,000
1992	200,000
1993	225,000
1994	275,000

INTEREST

Interest on the bonds at a rate not to exceed seven percent (7%) per annum is payable for the first year on March 1, 1978 and semiannually thereafter on September 1 and March 1.

PAYMENT

Both principal and interest are payable in lawful money of the United States and (except for interest on fully registered bonds which is paid to the registered owner by check or draft mailed to the registered owner) are payable at the office of the Treasurer of the County of Los Angeles, in the City of Los Angeles, State of California, or at the Corporate Trust Department, Wells Fargo Bank, N.A., Los Angeles, California, or Corporate Trust Department, Wells Fargo Bank, N.A., San Francisco, California, or Corporate Trust Administration, Bankers Trust Company, New York City, New York, or Corporate Securities Section, Harris Bank, Chicago, Illinois, at the option of the holders, out of the Interest and Sinking Fund of said District.

REGISTRATION

The bonds will be coupon bonds registrable only as to both principal and interest. The bonds may be registered by exchanging the same for fully registered bonds, and fully registered bonds may be exchanged in whole for coupon bonds or in part for coupon bonds and the balance for fully registered bonds. Transfer of ownership of fully registered bonds shall be made by exchanging the same for new fully registered bonds.

REDEMPTION PROVISIONS

The bonds maturing on or prior to March 1, 1991, shall not be subject to call or redemption prior to maturity. The bonds maturing on or after March 1, 1992, or any of them may be called before maturing and redeemed at the option of the Governing Board of the Walnut Valley Unified School District on March 1, 1988 or on any interest payment date thereafter prior to maturity, at a redemption price for each redeemable bond equal to the principal amount thereof, plus a premium of one-quarter of one percent ($\frac{1}{4}\%$) of said principal amount for each year or portion of a year between the redemption date and the maturity date. All or any of the bonds subject to call may be called for redemption at any one time. If less than all of the bonds are redeemed at any one time, such bonds shall be redeemed only in inverse order of maturity and number beginning with the highest numbered bond.

SECURITY

The bonds are general obligations of the Walnut Valley Unified School District, and the Board of Supervisors of Los Angeles County has the power and is obligated to levy ad valorem taxes for payment of the bonds and the interest thereon upon all property within the District, subject to taxation by the District (except certain personal property which is taxable at limited rates), without limitation as to rate or amount.

TAX EXEMPT STATUS

In the opinion of Bond Counsel, interest on the bonds is exempt from all present Federal income taxes and from State of California personal income taxes under existing statutes, regulations, and court decisions.

CHANGE IN TAX EXEMPT STATUS

At any time before the bonds are tendered for delivery the successful bidder may disaffirm and withdraw the proposal if the interest received by private holders from bonds of the same type and character shall be declared to be taxable income under present federal income tax laws,

either by a ruling of the Internal Revenue Service or by a decision of any federal court, or shall be declared taxable by the terms of any federal income tax law enacted subsequent to the date of the Notice Inviting Bids.

NO LITIGATION

At the time of payment for and delivery of the bonds the District will furnish the successful bidder a certificate that there is no litigation pending affecting the validity of the bonds.

In the case of Serrano v. Priest, Case No. L.A. 30398, the California Supreme Court on December 30, 1976, affirmed a Judgment of the Superior Court of Los Angeles County, entered September 3, 1974, declaring that California's system of financing its public schools violates equal-protection-of-the-laws provisions of the California Constitution.

The affirmed Judgment of the Superior Court also provides: that the Judgment is not intended to invalidate, and shall not be construed as invalidating in any way, any past acts constituting the operation of the School Financing System; that the existing School Financing System shall continue to operate for a reasonable length of time so that a constitutional system can be designed, enacted into law, and placed into operation; that any redesign of the School Financing System which provides for the elimination of unconstitutional features on a gradual basis must be such that the redesigned School Financing System will be fully constitutional no later than six years from date of entry of the Judgment, and that otherwise there will be a denial to the plaintiffs of their constitutional rights for an unreasonable length of time; and that the Trial Court is retaining jurisdiction so that any of the parties may apply for appropriate relief in the event that relevant circumstances develop, such as a failure by the legislative and executive branches to take the necessary steps to design, enact into law, and place into operation, within a reasonable time from entry of the Judgment, a fully constitutional system.

LEGAL OPINION

The successful bidder must obtain the opinion as to the legality of the bond issue at his own expense, designating the attorney or firm of attorneys to give such opinion. A copy of such opinion certified by the Clerk of the Board of Supervisors, by his facsimile signature, will be printed on the back of each bond without cost to the successful bidder.

LEGALITY FOR INVESTMENT

The bonds are legal investments in California for all trust funds and for funds of all insurance companies, commercial and savings banks, trust companies, and for State school funds, and are eligible as security for deposits of public monies in California.

PURPOSE OF ISSUE

Proceeds from the sale of the \$1,540,000 principal amount of the Election 1974, Series C bonds will be used for authorized school purposes as described in greater detail in "The Improvement Program" section of this Official Statement.

ESTIMATED DEBT SERVICE

Table 1 presents a schedule of estimated annual debt service for the bonds currently being offered for sale and debt service on prior District bonds. Estimated interest on the bonds, as shown in Table 1, is at the maximum rate of seven percent (7%).

Table 1
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Estimated Maximum Annual Bond Service
\$1,540,000 of Election 1974, Series C and Prior Debt Service

Fiscal Year	\$1,540,000 Election 1974, Series C (1)					Prior Bond Service (3)	Estimated Maximum Bond Service
	Outstanding July 1	Int. Payable September 1 (2)	Int. Payable March 1 (2)	Prin. Maturing March 1	Est. Annual Bond Service		
1977/78	\$1,540,000	\$	\$107,800	\$	\$107,800	\$469,997.28	\$577,797.28
1978/79	1,540,000	53,900	53,900		107,800	468,635.87	576,435.87
1979/80	1,540,000	53,900	53,900	15,000	122,800	466,074.75	588,874.75
1980/81	1,525,000	53,375	53,375	25,000	131,750	467,750.56	599,500.56
1981/82	1,500,000	52,500	52,500	25,000	130,000	465,214.65	595,214.65
1982/83	1,475,000	51,625	51,625	50,000	153,250	467,116.38	620,366.38
1983/84	1,425,000	49,875	49,875	50,000	149,750	467,009.61	616,759.61
1984/85	1,375,000	48,125	48,125	75,000	171,250	464,531.58	635,781.58
1985/86	1,300,000	45,500	45,500	75,000	166,000	463,354.71	629,354.71
1986/87	1,225,000	42,875	42,875	75,000	160,750	465,874.37	626,624.37
1987/88	1,150,000	40,250	40,250	75,000	155,500	462,096.01	617,596.01
1988/89	1,075,000	37,625	37,625	100,000	175,250	415,033.58	590,283.58
1989/90	975,000	34,125	34,125	100,000	168,250	404,894.71	573,144.71
1990/91	875,000	30,625	30,625	175,000	236,250	377,552.31	613,802.31
1991/92	700,000	24,500	24,500	200,000*	249,000	321,823.57	570,823.57
1992/93	500,000	17,500	17,500	225,000*	260,000	248,192.46	508,192.46
1993/94	275,000	9,625	9,625	275,000*	294,250	209,259.38	503,509.38
1994/95						172,762.50	172,762.50
		\$645,925	\$753,725	\$1,540,000	\$2,939,650	\$7,277,174.28	\$10,216,824.28

* Callable on or after March 1, 1988. Bonds dated March 1, 1977.

(1) Source: Election 1974, Series C bond service estimation prepared by Stone & Youngberg Municipal Financing Consultants, Inc.

(2) Interest estimated at seven percent per annum.

(3) Source: Los Angeles County Auditor-Controller. Includes principal and interest on all prior general obligation bond service requirements.

THE IMPROVEMENT PROGRAM

The Walnut Valley Unified School District was formed in 1970 and contains the same geographical boundaries as the former Walnut Elementary School District. The facilities of the District include six elementary schools, two intermediate schools, one high school and one continuation high school.

The Election 1974, Series C, general obligation bonds currently being offered are a part of a \$5,000,000 authorization approved by more than two-thirds of the voters at an election held in the District on March 5, 1974, and will be issued and sold for the purposes of raising money for authorized school purposes. After the sale of the proposed Election 1974, Series C bonds, \$1,779,000 of the original authorization will remain unsold.

Under state law, local school districts in California may qualify for state apportionments from the School Building Aid Fund to assist in the acquisition of sites and the construction and furnishing of school facilities. Participation in this state loan program must be authorized by the local school district's electorate. On January 27, 1970, voters of the Walnut Valley Unified School District authorized an additional State Building Aid participation in the amount of \$9,000,000. Prior authorizations aggregating \$7,530,000 were approved by voters in the Walnut Elementary District in 1955, 1962, 1963, 1964 and 1967. Accordingly, the total voter approved State Building Aid participation is \$16,530,000, of which \$12,882,009 has been apportioned, leaving an entitlement balance of \$3,647,991.

The use of the bond proceeds will, pursuant to Education Code (Section 19590), entitle the District to receive additional State School Building Aid Funds. The District states the bond proceeds will be expended as follows:

Purchase and planning in connection with an elementary school site	\$1,150,000
Contribution to the State in connection with a construction application for new Diamond Bar High School (1)	<u>390,000</u>
Total	\$1,540,000

(1) The District is presently preparing a construction application to be submitted to the State Allocation Board for an apportionment of funds to assist in the financing of a new High School. The District has also submitted applications to the State for apportionment of funds in connection with the conversion of Del Paso Continuation High School and construction of an Administration Service Center.

DISTRICT ORGANIZATION AND FINANCIAL DATA

The Walnut Valley Unified School District provides educational services from kindergarten through high school to residents of an area encompassing 21.5 square miles that includes most of the City of Walnut, portions of the Cities of Industry and West Covina, and adjoining unincorporated areas, principally the community of Diamond Bar.

At an election held on March 11, 1969 the District, with the same boundaries as the former Walnut School District, was authorized to be established effective July 1, 1970. Prior to that date instruction in the secondary grades was provided by the former La Puente Union High School District.

The District is governed by an independent Board of Trustees of five members who are elected at large for overlapping four-year terms. The District's affairs are administered by the Superintendent, who is appointed by the Board of Trustees. Dr. David L. Brown has served the District as Superintendent since August 1, 1972. Dr. Brown has been engaged in the field of education for 25 years.

FACILITIES AND ATTENDANCE

District facilities include 6 elementary schools, 2 intermediate schools, a high school and a continuation high school. The District's staff includes 255 certificated, 110 classified, 20 administrative personnel and 116 part-time employees. The District's enrollment as of October 1976 is 6,477.

Table 2 shows District assessed valuations, average daily attendance, and assessed valuation per student in average daily attendance over the past five years. During this five-year period, the District's assessed valuation increased approximately 55.4 percent and assessed valuations per unit of average daily attendance increased approximately 24.9 percent. Average daily attendance over the past five years has increased 24.5 percent, from 5,245 in 1972/73 to an estimated 6,528 in 1976/77.

Table 2
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Assessed Valuation and Average Daily Attendance

Fiscal Year	Assessed Valuation (1)	Average Daily Attendance	Assessed Valuation Per Unit Of Average Daily Attendance
1972/73	\$41,966,115	5,245	\$8,001
1973/74	47,283,455	5,562	8,501
1974/75	52,768,965	5,992	8,807
1975/76	58,169,319	6,315	9,211
1976/77	65,230,654	6,528 (2)	9,992

(1) Includes state-reimbursed exemptions.

(2) Estimated during the period September 1976 through June 1977.

Source: Walnut Valley Unified School District.

ASSESSED VALUATIONS

The Los Angeles County Assessor assesses property for District tax purposes. The State Board of Equalization reports the 1976/77 Los Angeles County valuations average 27.5 percent of full

market value, except for public utility property, which is currently assessed by the State at 25 percent of full value.

Under California State Law, two types of exemptions of property from ad valorem taxes became effective in the 1969/70 fiscal year. One exempts 50 percent of the value of business inventories from ad valorem taxes. The other provides for an exemption of \$1,750 of the assessed valuation of an owner-occupied dwelling if the owner files for the exemption. Under a recently enacted Constitutional Amendment, the California legislature can raise this exemption. Revenue estimated to be lost to each taxing entity as a result of such exemptions is reimbursed to the taxing entity from state funds. The reimbursement is based upon total taxes which would be due on the assessed valuation of the property qualifying for these exemptions, without allowance for delinquencies. Table 3 presents the District's 1976/77 assessed valuation by tax roll, before and after these two exemptions.

Table 3
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
1976/77 Assessed Valuation

Tax Roll	Taxable Assessed Valuation	Homeowners Exemptions	Business Inventory Exemptions	Assessed Valuation For Revenue Purposes
Secured	\$49,597,085	\$7,837,115	\$ 3,635	\$57,437,835
Utility	4,483,930	---	---	4,483,930
Unsecured	<u>2,732,784</u>	<u>---</u>	<u>576,105</u>	<u>3,308,889</u>
Total	\$56,813,799	\$7,837,115	\$579,740	\$65,230,654 (1)

(1) Includes \$1,144,310 of incremental assessed valuation for a redevelopment project in the City of Industry. Taxes levied upon such valuation are not available to the District.

Source: Los Angeles County Auditor-Controller.

Table 4 shows a five-year history of the District's assessed valuation by tax roll prior to deductions for the two previously discussed special exemptions.

Table 4
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Assessed Valuation by Tax Roll (1)

Tax Roll	1972/73	1973/74	1974/75	1975/76	1976/77
Secured	\$37,104,871	\$42,100,815	\$46,920,945	\$51,144,615	\$57,437,835
Unsecured	1,365,564	1,770,810	2,040,790	2,967,684	3,308,889
Utility	<u>3,495,680</u>	<u>3,411,830</u>	<u>3,807,230</u>	<u>4,057,020</u>	<u>4,483,930</u>
Total	\$41,966,115	\$47,283,455	\$52,768,965	\$58,169,319	\$65,230,654

(1) Includes reimbursable exemptions.

Source: Los Angeles County Auditor-Controller.

REVENUE LIMITATIONS

Since 1973/74, California school districts have operated under general purpose property tax revenue limitations established in legislation adopted in 1973. This legislation, however, does not impose a maximum property tax rate for the purpose of meeting general obligation bond service payments. The Board of Supervisors of Los Angeles County is required to levy ad valorem taxes without limit as to rate or amount to meet general obligation debt service of the District.

Since 1973/74 allowable annual tax rates to be applied to a district's assessed valuation have been derived from a statutory formula which takes into account a number of factors including adjustments for inflation, limited mandatory contributions to the Teachers' Retirement System, basic state aid, state equalization aid, changes in average daily attendance, and prior years' tax collections. The tax required to raise the general purpose monies is the District's maximum general purpose tax rate (see Table 5.)

The District's revenue limit per unit of average daily attendance and general purpose tax rate actually levied in 1975/76 were \$1,073.14 and \$4.6303 per \$100 assessed valuation, respectively.

In 1976/77, the revenue limit per unit of average daily attendance is \$1,178.12 with a general purpose tax rate of \$4.5714 per \$100 of assessed valuation.

TAX RATES

Table 5 shows the Walnut Valley Unified School District tax rate for the past five-year period. The District's total tax rate during this period ranged from \$6.4217 to \$4.8918.

Table 5
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Tax Rate Distribution by Purpose

Purpose	1972/73	1973/74	1974/75	1975/76	1976/77
General Purpose	\$4.3170	\$4.0139	\$3.9034	\$4.6303	\$4.5714
Meals for Needy Pupils	---	.0003	.0021	.0017	---
Community Services	.1000	.1000	.0993	.1000	.0998
State School Building					
Loan Repayment	.0917	.2130	.0829	.1110	.1504
Property Use Trust	.2911	.2411	.1620	.1455	.1253
Other	<u>1.0773 (1)</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>
General Fund	5.8771	4.5683	4.2497	4.9885	4.9469
Bond Interest and					
Redemption	.3177	.2814	.4141	.4667	.4029
Use of Facilities	<u>.2269</u>	<u>.1855</u>	<u>.2280</u>	<u>.1794</u>	<u>.1877</u>
Total	\$6.4217	\$5.0352	\$4.8918	\$5.6346	\$5.5375

(1) Includes Retirement Annuity Fund .0655, Public Employees Retirement System .1268, OASDHI Contribution .0939, Unemployment Insurance .0547, Health and Welfare Benefits .2303, Excess Cost of Educating 7 and 8 Grades .2634, Education for Mentally Retarded .0369, Opportunity Schools .0167, Educationally Handicapped Minors .1445, Personnel Commission Budget .0331, and Regional Occupational Program .0115. These overrides became a part of the District's revenue limit per average daily attendance under Senate Bill 90 which became effective in fiscal year 1973/74. Source: District audit reports.

There are 62 tax code areas in the District. In the 1976/77 tax year, total tax rates in these various code areas range from \$11.9488 to \$16.2108 per \$100 assessed valuation. Tax Code Areas 9315 (in City of Walnut) and 9438 (unincorporated area) have a combined 1976/77 secured assessed valuation of \$24,740,020, or 40 percent of the District's total secured assessed valuation for the present tax year. All current tax rates in these two code areas are shown in Table 6.

Table 6
REPRESENTATIVE 1976/77 TAX RATES
Selected Tax Rate Areas

	9315	9438
Walnut City Tax District #1	\$ 1.6959	\$
Los Angeles County General	4.4576	4.4576
Walnut Valley Unified School District	5.5890	5.5890
Mt. San Antonio Community College District	.7073	.7073
Other Education	.3420	.3420
County Library		.2594
Walnut Valley Water District	.6939	2.5102
Los Angeles County Flood Control	.3131	.3131
County Lighting Maintenance District	.3818	.3941
Consolidated Sewer Maintenance District	.0757	.0757
County Sanitation District #21	.2700	.2700
Metropolitan Water District	.1400	.1400
Pomona Valley Municipal Water District	.0700	.0700
Special Road District #1		.0656
Consolidated Fire Protection District of Los Angeles County		.7865
Southeast Mosquito Abatement District		.0048
Total	\$14.7363	\$15.9853

Source: Los Angeles County Tax Collector.

TAX LEVIES, COLLECTIONS, AND DELINQUENCIES

School District secured taxes appear on the same tax bill as County and City taxes, are payable in equal installments on November 1 and February 1, and become delinquent on December 10 and April 10 respectively. Taxes on properties appearing on the unsecured roll are assessed on March 1 and become delinquent the following August 31. Table 7 summarizes the general purpose secured tax levies and the amount and percentage of the levy delinquent as of June 30 for the past five fiscal years in the District's tax code areas, plus prior year collections for each year.

Table 7
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Tax Collections and Delinquencies

Year Ending June 30	Current Tax Year			Prior Year Collections	Total Percent Collected (2)
	Secured Tax Levy	Amount Delinquent	Percent Delinquent		
1972	\$2,168,394	\$207,693	9.6%	\$210,650	100.1%
1973	2,221,516	137,581	6.2	79,285	97.4
1974	1,962,373 (1)	262,580	13.4	117,869	92.6
1975	1,800,670	41,651	2.3	163,405	106.8
1976	2,253,763	47,332	2.1	110,878	102.8

(1) State-reimbursed homeowners exemption increased from \$750 to \$1,750.

(2) Percent of current levy. Includes penalties and interest.

Source: County Auditor-Controller.

LARGE TAXPAYERS

Data concerning large taxpayers in the District are not compiled by the County of Los Angeles. The assessment roll for the District is divided between the West Covina and Whittier regional offices of the County Assessor. Based on conversations with appraisers in these two offices and with local realtors, the Walnut Valley Area Chamber of Commerce, and officials of the local water district, it appears that the following organizations are major taxpayers in the District.

- Union Pacific Company (railroad and industrial properties)
- Stern Realty Co. (large landholdings near Mt. San Antonio College)
- Transamerica Corporation (Diamond Bar)
- Norris Industries (manufacturing properties)
- J. F. Shea Co., Inc. (heavy construction and development properties)
- Tragniew Inc. (real estate developer)

Transamerica Corporation, by virtue of its real properties and development activities at Diamond Bar, ranks among the District's largest taxpayers. This San Francisco-based firm has extensive diversified operations, including various types of rentals and leasing, entertainment (United Artists), broad financing and insurance coverage, moving and storage, and computer services.

GENERAL FUND INCOME AND EXPENDITURES

Table 8 presents a five-year summary of income and expenditures of the Walnut Valley Unified School District as reported in annual audits and financial reports of the District. Also included in Table 8 is the annual revised expenditure budget and the variation of these budgets to actual expenditures.

Table 8
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Summary of General Fund Income and Expenditures

	Fiscal Year				
	1971/72	1972/73	1973/74	1974/75	1975/76
Beginning Balance July 1	\$ 593,179	\$ 555,836	\$ 425,976	\$ 395,758	\$ 360,467
Adjustment to Beginning Balance	(38,564)	334	(11,012)	9,739	(73,166)
Net Beginning Balance	\$ 554,615	\$ 556,170	\$ 414,964	\$ 405,497	\$ 287,301
<u>Income:</u>					
Federal Sources	\$ 108,029	\$ 129,249	\$ 124,728	\$ 202,750	\$ 255,066
State Sources	1,930,480	2,164,543	3,623,617	4,087,175	5,059,351
County Sources	18,050	15,700	17,392	11,681	7,095
Local Sources	2,286,594	2,304,301	2,009,316	2,241,978	2,518,168
Incoming Transfers	3,410	27	113	25,011	---
Subtotal	\$4,346,563	\$4,613,820	\$5,775,166	\$6,568,595	\$7,839,680
Total Income Available	\$4,901,178	\$5,169,990	\$6,190,130	\$6,974,092	\$8,126,981
<u>Expenditures: (1)</u>					
Certificated Salaries				\$3,823,804	\$4,252,499
Classified Salaries				1,165,578	1,272,892
Employee Benefits				585,321	719,037
Books, Supplies, Equipment					
Replacement				335,150	435,858
Contracted Services				413,393	510,693
Administration	\$ 183,886	\$ 181,141	\$ 240,387		
Instruction	2,949,000	3,173,919	3,650,714		
Health Services	41,825	44,649	51,324		
Pupil Transportation	117,869	131,695	156,379		
Operation of Plant	411,681	426,387	489,072		
Maintenance of Plant	82,596	96,238	135,244		
Fixed Charges	279,900	367,843	527,645		
Food Services	279	343	872		
Community Services	55,676	62,275	62,149		
Capital Outlay	72,549	92,646	142,009	114,516	87,414
Debt Service-State Building Aid	43,797	38,340	82,236	62,550	61,437
Debt Service-Payment to Original District	86,220	93,840	89,227	86,014	83,588
Outgoing Transfers	20,064	34,699	167,114	27,299	43,833
Total Expenditures	\$4,345,342	\$4,744,015	\$5,794,372	\$6,613,625	\$7,467,251
Revised Budget Expenditures	4,453,527	4,838,469	5,939,432	6,636,228	7,574,395
Variance to Actual Expenditures	108,185	94,454	145,060	22,603	107,144
Ending Balance June 30	\$ 555,836	\$ 425,976	\$ 395,758	\$ 360,467	\$ 659,730

(1) Beginning in 1974/75 all school districts in the State of California were required to follow accounting and financial reporting procedures in accordance with revenue source categories and classification object code prescribed by the California State Accounting Manual. Certain expenditure items in 1974/75 and 1975/76 cannot, therefore, be directly compared with prior years.

Source: District audit reports for individual years.

FUND BALANCES

The tabulation below presents the surplus balances in all District funds as of June 30 for the past five fiscal years.

WALNUT VALLEY UNIFIED SCHOOL DISTRICT Fund Balances as of June 30

Fund	1972	1973	1974	1975	1976
General Fund	\$555,836	\$425,976	\$395,758	\$360,467	\$659,730
Bond Interest & Redemption Fund	83,760	60,482	58,165	155,390	127,237
Capital Outlay Funds	326,184	250,337	307,568	1,439,505	524,666
Cafeteria Account	4,374	9,812	5,932	10,431	13,324
Student Body Account-Elementary	1,261	1,755	1,674	3,831	5,309
Student Body Account-Senior High	14,435	18,702	20,423	26,424	23,696

Source: District audit reports.

The tabulations in Table 9 show a summary of the District's 1975/76 actual income and expenditures as shown in the annual audit report, and a summary of the District's 1976/77 general fund budget.

Table 9
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
General Fund Income and Expenditures

	1975/76 Actual	1976/77 Budget
<u>Income</u>		
Adjusted Net Beginning Balance	\$ 287,301	\$ 649,443
Federal Income	255,066	288,950
State Income	5,059,351	5,724,344
County Income	7,095	5,212
Local Income	<u>2,518,168</u>	<u>2,915,662</u>
Total Available Income	\$8,126,981	\$9,583,611
<u>Expenditures</u>		
Certificated Salaries	\$4,252,499	\$4,764,221
Classified Salaries	1,272,892	1,506,341
Employee Benefits	719,037	966,098
Books, Supplies and Equipment Replacement	435,858	492,862
Contracted Services and Other Operating Expenses	510,693	702,058
Sites, Buildings, Books, Media and New Equipment	87,414	119,234
Other Outgo, including School Building Apportionment	<u>188,858</u>	<u>275,967</u>
Total Expenditures	\$7,467,251	\$8,826,781
Ending Balance	\$ 659,730	\$ 756,830

Source: Annual Budget Report (Form J-41), July 1, 1976 to June 30, 1977, adopted by the Governing Board of Walnut Valley Unified School District on August 2, 1976.

DIRECT AND ESTIMATED OVERLAPPING BONDED DEBT

The District's general obligation bonding capacity is equal to 10 percent of its assessed valuation before the deduction of business inventories and homeowners exemptions, as adjusted by the Collier Factor. The Collier Factor is a comparison of a county's assessment level with the statewide average ratio. The factor is used to offset differences in assessment levels for intercounty school districts and conforms assessment to the statewide average assessment level for all property. The District's bonding capacity as reported by the Los Angeles County Auditor-Controller is \$6,274,003. Upon delivery of the Election 1974, Series C bonds currently being offered, the District's general obligation bonded debt will be \$6,257,792. Table 10 is a statement of direct and estimated overlapping bonded debt of the District as of February 8, 1977.

As of June 30, 1976, the District's State School Building Aid loans repayable amounted to \$13,532,672 (former La Puente Union High School District \$3,212,952, former Walnut School District \$191,344, and Walnut Valley Unified School District \$10,128,376).

Component District Bonded Debt amounted to \$1,912,360 at June 30, 1976 (former La Puente Union High School District pro rata \$929,360, and former Walnut School District \$983,000). Annual bond and interest redemption of the component district bonded debt is financed through the levy of an annual charge for use of property of component districts. For 1975/76 this charge was \$83,588, as shown in accompanying income and expenditure statements.

Table 10
WALNUT VALLEY UNIFIED SCHOOL DISTRICT
Statement of Direct and Estimated Overlapping Bonded Debt (1)

	Estimated population	16,000	
	Assessed valuation	\$64,086,344 (2)	
	Estimated real value	\$234,663,058 (3)	

Public Entity	Percent Applicable	Estimated Debt Applicable February 8, 1977
Los Angeles County	0.225%	\$ 47,192 (4)
Los Angeles County Building Authorities	0.225	439,256
Los Angeles Flood Control District	0.257	1,209,314
Metropolitan Water District	0.145	917,312
Sanitation District #21	8.645	138,320
Walnut Valley Unified School District	100.000	6,257,792 (5)
Walnut Valley Water District	48.152	650,052
Walnut Valley Water District ID #2 & #3	100.000-52.616	3,505,040
City of Industry	1.845	512,633
City of West Covina Authorities	.805	92,817
TOTAL GROSS DIRECT AND OVERLAPPING BONDED DEBT		\$13,769,728
Less: Metropolitan Water District Refunding Bonds (100% self-supporting)		\$ 131,225
Walnut Valley Water District ID #3 (100% self-supporting)		<u>1,368,016</u>
TOTAL NET DIRECT AND OVERLAPPING BONDED DEBT		\$12,270,487

	Ratio To		
	Assessed Valuation	Real Value	Per Capita
Assessed valuation	--	--	\$4,005
Direct debt	9.76%	2.67%	\$ 391
Net direct and estimated overlapping bonded debt	19.15%	5.23%	\$ 767

(1) Compiled in cooperation with California Municipal Statistics, Inc.

(2) The 1976/77 assessed valuation includes \$8,416,855 homeowners' and business inventory exemptions, the taxes on which are paid by the State of California. Does not include \$1,144,310 of incremental assessed valuation for a redevelopment project in the City of Industry, the taxes on which are not available to the District (see footnote Table 3).

(3) State Board of Equalization reports that 1976/77 Los Angeles County Assessed Valuations averaged 27.5 percent of full market value. Public utility property is assessed at 25 percent of full market value.

(4) Excludes share of 238,113,959 of County lease-purchase obligations (\$535,756) which are not bonded debt.

(5) Includes \$1,540,000 to be sold on February 8, 1977.

EMPLOYER-EMPLOYEE RELATIONS

Certificated personnel of the Walnut Valley Unified School District are members of the recognized professional organization of the Walnut Valley Educators Association (California Teachers Association Affiliate). Classified employees are represented by the California School Employees Association.

Effective July 1, 1976, provisions of the Rodda Act codified as Chapter 961 of the 1975 Statutes affects all school districts in California. In case of labor disputes, local grievance procedures may be operative (if established by contract), or both parties may agree to submit grievances to final and binding arbitration pursuant to rules adopted by the Educational Employment Relations Board, which administers the Act. The Act's provisions with respect to the rights, obligations, and unfair practices applicable to management and labor became effective April 1, 1976.

PENSION PLANS

The District participates in the State of California Teachers' Retirement System (STRS). This plan covers basically all full-time certificated employees. The District's contribution to STRS for fiscal year 1975/76 amounted to \$232,583, which includes both current costs and backfunding.

The District also participates in the State of California Public Employees' Retirement System (PERS). This plan covers all classified personnel who are employed at least 50 percent of the workweek. The District's contribution to PERS for 1975/76 amounted to \$91,561, which includes both current costs and backfunding.

Both systems are operated on a statewide basis. Records are maintained in such a way that information relating to vested benefits, unfunded vested benefits, and prior service costs are not available for the District.

The State Teachers' Retirement System. This System is administered by the State of California with contributions from both employees and employers. The State of California also contributes \$135,000,000 annually until the year 2002, subject to annual legislative appropriation. The present value of these future State contributions was carried at \$1,747,624,637 on June 30, 1975.

The actuarial method used is a projected benefit cost method where level normal rates sufficient to fund benefits over the entire service life of members are computed. The contribution rates are established to fund current service and interest on the unfunded liabilities not being amortized by the state contribution. The System's financial statements are prepared on the accrual basis.

As of June 30, 1975, the total unfunded liabilities of the State Teachers' Retirement System were: \$1,747,624,637 (State contribution which is being amortized by the \$135,000,000 annual contribution) and \$6,257,975,000 (member contribution on which interest is being paid). This unfunded total liability is \$8,005,599,637 (Annual Financial Report, State Teachers' Retirement System, 6/30/75). The State Teachers' Retirement System reports that further changes in the contribution rates are now under study as the result of a recent actuarial analysis, and that increased contributions by both employers and employees may be put into effect in the near future.

The State Teachers' Retirement System's actuary is Milliman and Robertson, Inc. of San Francisco, California; Investment Counsel for equities is B A Investment Management Company, San Francisco, California; auditor is Coopers and Lybrand, Sacramento, California.

The State Public Employees' Retirement System. This system was originally established in 1931. As of June 30, 1975, there were 535,786 members, of which approximately 10% are classified as "safety" members (principally fire and police duties) and the balance are classified as "miscellaneous" members (management, administrative, staff, operational and clerical employees) .

Approximately 33% of the members are state personnel and the balance (67%) are public agency personnel. As of June 30, 1975, the System provided retirement, death and survivor benefits under 901 contracts for about 1,900 public agency employers (cities, counties, and other public agencies) with 356,517 members. The System's funding is by employer and employee contributions together with investment income. Contributions fluctuate yearly depending on the number of members and their respective salary schedules.

Total assets of the System at June 30, 1975 were \$7,010,663,041, according to the Annual Report of the State Controller. Of this amount, net assets of \$6,970,264,122 were available for benefits. Comparable figures for June 30, 1974 were \$6,233,924,599 and \$6,207,963,069, respectively. The unfunded obligation of the System was determined to be \$5,723,459,587 at June 30, 1975 by the independent auditors. This represents the present value of future state contributions of approximately \$2.8 billion and other member contributions of approximately \$2.1 billion. The total unfunded obligation does not take into account the provisions of Chapter 187, Statutes of 1975, which prescribed a new increased contribution rate by the state with respect to state miscellaneous members. The annual contribution by the State of California for the 1974 and 1975 fiscal years, as reported by the State Controller, was \$162,649,578 and \$231,057,854, respectively. The amount of the respective unfunded liabilities will vary from time to time depending upon the actuarial assumptions utilized, rates of return and salary scales. The present System policy is designed to satisfy the unfunded obligation by the year 2000 (Source: Retirement System) .

The System's financial statements are prepared on an accrual basis of accounting and the System's auditor is Coopers and Lybrand, Sacramento, California. Citicorp Investment Management, Inc., San Francisco, provides investment advisory services. The System's actuarial activities are conducted internally on a continuous basis, with an experience analysis being conducted no less than every four years. This function is now the responsibility of Benefit Technology, Santa Clara, California, which is expected to perform an actuarial valuation in 1977.

ECONOMY OF THE DISTRICT

The Walnut Valley Unified School District covers 21.5 square miles in east central Los Angeles County, encompassing most of the City of Walnut, a small portion of the City of West Covina, a portion of the City of Industry, and certain unincorporated areas, principally the community of Diamond Bar. The latter is a planned community, a development of Transamerica Corporation. The center of the District is about 30 miles east of Los Angeles. Elevations range from 480 to 1,300 feet, and temperatures are moderate, with a mean daily average of 61.8 degrees and annual rainfall of 17.29 inches. The District's present population is estimated at 16,000 persons.

Both Walnut and Diamond Bar are predominately residential in character. That portion of the City of Industry within the District contains a number of small-to-medium size industrial firms, the largest of which is Norris Industries, a producer of plumbing ware employing 400. The main lines of Southern Pacific and Union Pacific and two state freeways traverse the District. Once important to the economic base of the area, agriculture is becoming less a factor in the generation of local revenues as residential development proceeds at a vigorous pace throughout the District.

The District lies in the heart of the East San Gabriel Valley, a region projected to have the greatest rate of industrial development and population gain in Los Angeles County over the next decade. Urban pressures and higher land values in Los Angeles and Orange County are assisting this boom.

POPULATION CHARACTERISTICS

The East San Gabriel Valley, which includes and surrounds the District, experienced a 46.5 percent rise in population between 1960 and 1970, compared with a countywide gain of 16.4 percent. During this decade, the City of Walnut's population expanded more than 500 percent. The rate of population growth in Diamond Bar is likewise impressive, although previous census data are not available.

The General Plan of Walnut projects a population of 12,500 in 1980, approximately 25,000 in 1990, and an ultimate population of 42,000, compared with a January 1, 1976 population of 8,625. Similar projections are not available for Diamond Bar. However, the following summary reflects the high rate of population growth in Diamond Bar between 1970 and 1976.

POPULATION GROWTH

	U.S. Census		Percent Change	1976 Estimate
	1960	1970		
Los Angeles County	6,038,771	7,032,075	16.4%	6,963,600 (2)
East San Gabriel Valley Div.	403,182	590,755	46.5	N.A.
City of Walnut	934	5,992	541.5	8,625 (2)
Diamond Bar	(1)	12,234	-	20,000 (3)

(1) Unincorporated area, not reported in 1960 Census.

(2) State Department of Finance - January 1, 1976 estimate.

(3) Walnut Valley Water District estimate. The southern sector of Diamond Bar lies within Walnut Valley Unified School District. The above estimate pertains to the full community.

In the 1970 Federal Census, the City of Walnut reported a median age of 21.9 for males and 22.1 for females. There were 3.87 persons per household. Over 90 percent of all housing units were single-family, and over 77 percent were owner-occupied. Median value of owner-occupied homes was \$29,600. Median rental was \$156 per month. Median household income was \$14,994 and the mean household income was \$15,237.

EMPLOYMENT

There are over 100,000 jobs within a 15-mile radius of the District, according to the Walnut Valley Area Chamber of Commerce. Within a 30-mile radius are the major industrial centers of the Los Angeles basin, including West Los Angeles, the San Fernando Valley, and the steel production and fabrication plants in Fontana and Vernon. To the south are the many electronic plants of Orange County.

The City of Industry has an estimated 550 employers and over 24,000 jobs. As its name implies, Industry is devoted almost exclusively to industrial production, assembly operations, warehousing, and distribution. There are ten square miles of land in the City of Industry zoned exclusively for industry. Nearly 70 percent of this total acreage is currently vacant and available, representing the largest reservoir of potential industrial growth in the Los Angeles basin. Relocation of firms to the community from more congested areas of the county continues to be an important factor in local industrial expansion. These trends reflect a developing employment base in the area which is expected to accomodate the District's increasing residential population.

Among the nationally known firms with substantial operations in City of Industry are Air Reduction Company, American Cyanamid, Burroughs Corporation, Carrier Air Conditioning Company, TRW Incorporated, Day and Night (now BDP Company), Diamond International, Flintkote, Formica Corporation, General Tire and Rubber, Georgia-Pacific, Textron, Masonite, Northrop Corporation, Purex Corporation, Dart Industries, Weyerhaeuser, and Wilson and Company.

Since incorporation of the City of Industry in 1957, aggregate payrolls have increased substantially, averaging an annual increase of 20 percent over the past decade, according to the Manufacturers' Council of the City of Industry. The number of firms in this industrial city has gone from 70 in 1960 to an estimated 550 in 1976. The listing of major employers on page 20 indicates the tremendous variety of business organizations now located in City of Industry and adjacent areas.

Largest employer in the District is Mt. San Antonio College, with a day faculty of 384, an evening faculty of 458, and 375 classified employees. Next largest employers are Walnut Valley Unified School District, Norris Industries (over 400 employees), a producer of fabricated metal products, and Soderberg Manufacturing Company, which employs 90 in the production of aircraft assemblies. The Diamond Bar Plaza shopping center employs an undetermined number in a variety of commercial establishments.

The District forms part of the Los Angeles-Long Beach Labor Market, which is reported on monthly by the State Employment Development Department. At August 1976, total civilian employment in this labor area was 2,938,600, a gain of 38,500 from August 1975. During the year, the unemployment rate declined from 10.1 percent to 9.1 percent.

LARGEST EMPLOYERS
DISTRICT AND VICINITY
200 or More Employees

Company	Product/Service	No. of Employees
A & E Plastics	Plastic sheets & trays	250
Ajax Hardware	Cabinet hardware	500
Verti-Line Plant (Aurora Pump)	Vertical turbine pumps	450
BDP Company	Heating & air conditioning	700
Bullock's Distribution Center	Distribution center for Bullock's stores	200
Burroughs Corps.	Business forms & printing	265
Calmar Division, Diamond International Corp.	Sprayers, dispensers & safety caps	720
Challenge-Cook Bros. Inc.	Construction, industrial & commercial laundry equipment	500
Con-Stan Industries, Inc.	Food supplements & beauty aids	200
Crown Zellerbach Corp.	Corrugated boxes	240
Fazio's, a Division of Fisher Foods, Inc.	Distribution center & offices for retail food chain	310
Gaffers & Sattler, Inc.	Gas & electric ranges	400
General Battery Corp.	Automotive batteries	240
General Telephone Co.	Utility	450
Golden State Foods Corp.	Processing food for quick service restaurants	287
Goulds Pumps Inc.	Pump manufacturer	269
Hollytex Carpet Mills	Carpeting	350
Kern Foods, Inc.	Food products	380
Mattel, Inc.	Toys	2,500
Mattel, Inc. (Distribution Center)	Toys	400
Norris Industries, Inc.*	Bathroom fixtures	400
Northrop Architectural Systems	Specialty aluminum items	300
Owens-Illinois, Inc.	Glass tableware	500
Pacific State Hospital	Mental care	1,600
Queen of the Valley Hospital	General acute hospital	700
Quemetco, Division of RSR Corp.	Lead & zinc products	205
Reuland Electric	Electric motors, gears & aluminum castings	385
Roberts Consolidated Industries, Inc.	Carpeting tools & adhesives	400
VSI Corp.	Aircraft fasteners	350
Shepherd Machinery Co.	Earthmoving machinery	336
Spectrol Electronics Corp.	Electromechanical components	500
TRW/Cinch-Graphic	Circuits & circuit boards	210
Utility Trailer Manufacturing Co.	Commercial truck trailers	450
Valley Vocational Center	State adult education center	200
Walter Carpet Mills	Broadloom carpet	484
Western Gear Corp.	Hydraulic & electromechanical systems	675
Western Rebuilders, Inc.	Rebuilt automobile parts	675
Wilson & Company, Inc.	Fresh & processed meats	250
Wilson Paper Co.	Paper & related products	215

*Located in the District.

Source: City of Industry Manufacturers Council and Community Profiles.

NEW CONSTRUCTION

Building permit activity has accelerated sharply in the City of Walnut in recent years. From a total permit valuation of \$2.2 million in 1972, permit values have increased steadily to a level of over \$19 million in the first 11 months of 1976. About 95 percent of total valuation during this period consists of residential construction, principally single-family homes. An accompanying tabulation summarizes permit valuation by years since 1972.

Los Angeles County processes building permits under contract for Walnut. According to the County Engineer, the local office issued 782 building permits valued at \$19,780,480 during the January-November 1976 period. These permits covered 533 tract dwellings, 13 individual one-family homes, and assorted construction.

The City of Walnut has prepared a tract development timetable extending to 1980. As noted in the following summary of this timetable, tract builders expect to construct 985 housing units during the five years 1976-80, resulting in an anticipated population increase of 3,642 persons. Following the preparation of this timetable in early 1976, the city declared a moratorium on all tract housing pending further study of the General Plan to determine the effects of such residential construction on planned development of the city. One large firm - U Mark Incorporated - has filed for an additional 1,000-unit development, but whether or not the city will approve this application cannot be determined at this time.

CITY OF WALNUT Building Permit Valuation (\$000 omitted)

Type	1972	1973	1974	1975	1976 (11 mos)
Residential	\$1,997	\$3,523	\$6,961	\$8,156	\$19,403
Non-residential	216	213	189	190	377
Total Value	\$2,213	\$3,736	\$7,150	\$8,346	\$19,780
Number of New Dwelling Units:					
Single	74	148	275	311	546
Multiple	45	-	-	-	-
Total Units	119	148	275	311	546

Source: California Construction Trends, Security Pacific Bank and County Inspector.

CITY OF WALNUT Tract Development Timetable to 1980 (1) Number of Dwelling Units

Developer	1976	1977	1978	1979	1980
Grant-U Mark	117 (433)				201 (744)
U Mark					321 (1,186)
La Solana Corp.		124 (458)			
Larwin-So. Cal.		30 (111)	44 (163)		
So Coast Pacific	17 (63)				
Affiliated Properties		12 (44)			
Vanguard Builders			44 (163)		
Elias Co.			23 (85)		
Sosa Dev. Co.				52 (192)	
Totals	134 (496)	166 (613)	111 (411)	52 (192)	522 (1,930)

(1) As of May 1976. Anticipated population increases shown in parentheses.

Source: City of Walnut.

In the planned community of Diamond Bar, Transamerica Corporation (acting through its Diamond Bar Development Corporation subsidiary) has arranged for the construction of churches, schools, commercial establishments and residences within District boundaries, which embrace the southern half of this community. Following is a description of major residential projects. As is evident in this summary, a broad spectrum of family incomes and living styles is embraced at Diamond Bar, from town houses to "The Country", a high-income enclave featuring luxury custom homes in an equestrian environment.

DIAMOND BAR RESIDENTIAL PROJECTS (1)

Builder	Project Description	Price Range
Anden Corp.	"Allegro" - 2,3 Bedroom Air-conditioned Townhomes	\$29,490-\$34,990
Anden Corp.	"North Country" - 3,4,5 Bedroom Homes	\$51,990-\$66,000
Singer Housing Co.	"Mission Ridge" - 3,4 Bedroom Homes	Now Building
R & L Harris Corp.	"Regency Hills" - 3,4 Bedroom Homes	\$50,900-\$60,900
Transamerica Development Co.	"The Country" - Equestrian-zoned Lots From \$14,000 - Guarded Gate	Above \$100,000

(1) All located within boundaries of the District.

Source: Diamond Bar Development Corporation.

COMMERCIAL ACTIVITY

There are no major shopping centers in the District. Diamond Bar Plaza is a neighborhood commercial center serving residents of Diamond Bar and adjoining areas. Located here are a branch of Bank of America, Alpha Beta Markets, Thrifty Drug Stores Company, and various retail and service establishments. Walnut Village is also a neighborhood center, serving Walnut City. Residents of the District have convenient freeway access to regional shopping centers at Pomona Mall, Montclair Plaza, Eastland Shopping Center in West Covina, La Habra, and Whittier, all of which have extensive retail and service facilities.

Taxable transactions are available for incorporated areas. In the City of Walnut, taxable sales approximated \$1.8 million in 1972, increasing to \$3.8 million in 1975, as shown in the accompanying summary by individual years.

Although the number of retail establishments in Walnut has remained comparatively stable, non-retail outlets reporting taxable transactions have almost doubled during the past five years, reflecting the gradually expanding commercial and industrial base of the city.

CITY OF WALNUT Taxable Transactions 1971-76

Year	Retail Outlets		All Outlets	
	Permits	Transactions	Permits	Transactions
1972	19	\$1,820,000	63	\$1,916,000
1973	18	2,250,000	74	2,520,000
1974	20	2,817,000	79	3,560,000
1975	20	3,170,000	87	3,798,000
1976 (6 mos.)	24	1,661,000	105	1,921,000

Source: State Board of Equalization.

FINANCIAL SERVICES

Commercial banking services are available to District residents at local offices of Bank of America (branches at Walnut and Diamond Bar) , and Security Pacific National Bank (Diamond Bar) . Additional financial services are offered by Brentwood Savings and Loan, Coast Federal Savings and Loan, and Upland Savings and Loan Association.

TRANSPORTATION

Outstanding transportation facilities have contributed to rapid growth of the area. Traversing the District are main lines of the Southern Pacific and the Union Pacific railroads. Also traversing the District is the Pomona Freeway (State Highway 60) , linked by the Orange Freeway (State Highway 57) to the San Bernardino Freeway (Interstate 10) , which provides east-west traffic flow a few miles north of the District. The Orange Freeway also provides linkage with Interstate 210 (Foothill Freeway) in the northern part of the San Gabriel Valley, and with the extensive freeway network of Orange County to the south.

Ontario International Airport is less than a 30-minute drive to the east via the Pomona Freeway. Also readily accessible by freeway are Los Angeles International Airport and Orange County Airport.

Local bus service is provided by the Southern California Rapid Transit District. Trailways Bus System maintains terminals at Pomona and West Covina, adjoining the District. Greyhound Bus Lines serves the area from nearby terminals.

EDUCATION

Public educational services beyond high school in the District are provided by Mt. San Antonio College, opened in 1946. This tax-supported two-year institution offers both terminal programs in a variety of vocational fields and undergraduate courses for the student planning to transfer to a four-year institution. Total enrollment of 20,861 and full-time enrollment of 8,203 was reported in the fall of 1975. A faculty of 842 provides instruction at the attractive campus, located on rolling hills in the northern sector of the District.

Four-year degree institutions within convenient commuting distance of the District include California State Polytechnic University, Pomona, Claremont Graduate School and University Center (Claremont Men's College, Harvey Mudd College, Pitzer College, Pomona College, and Scripps College) , La Verne College, Whittier College, and California State University, Fullerton (Orange County) .

COMMUNITY FACILITIES AND RECREATION

Hospital facilities close to the District include Covina Inter-Community Hospital, Queen of the Valley Hospital in West Covina, Park Avenue Hospital in Pomona, and the Pomona Valley Community Hospital, Pomona. The two general hospitals in Pomona have a combined capacity of 494 beds. Other hospitals in the area are Kaiser Foundation Hospital (Fontana) , San Antonio Community (Ontario) and St. Jude (Fullerton) .

Police protection in Walnut Valley is provided by the County Sheriff's Department, which maintains a 150-man substation in the City of Industry. The California Highway Patrol also provides public safety services. The Los Angeles County Fire Department maintains three stations in the Walnut Valley and two in the City of Industry. County fire-fighting capability includes helicopters, resuscitators, rescue units and foam trucks.

The Tribune (West Covina) and the Progress Bulletin (Pomona) provide daily news coverage of Walnut Valley communities. Los Angeles metropolitan newspapers and radio and television broadcasts are received in the District.

The Los Angeles County Library System has branch libraries in Walnut and Diamond Bar. The latter facility, now occupying temporary quarters in the Diamond Bar Plaza shopping center, will be relocated to a permanent building now under construction on Grand Avenue, within the District.

Two 18-hole golf courses lie partially within the District. The county-owned Diamond Bar Course has a clubhouse and restaurant. Along the District's western boundary is the Pomona National Golf Course, also open to the public, with dining and banquet facilities. There are both public and private courses in surrounding communities, including South Hills Country Club in West Covina and Via Verde Country Club at San Dimas.

The 45-acre Sycamore Canyon Park in Diamond Bar has picnic and barbecue facilities, hiking trails, nature study walks, and softball diamonds. A few miles northeast of the District is Frank G. Bonelli Regional County Park and Puddingstone Reservoir, a huge inter-community complex devoted to land and water recreational activities. Adjoining the Park is Brackett Field, an airport with facilities for sport flying.

About 20 miles north of the District are the San Gabriel Mountains, part of the Angeles National Forest. To the south and west are Disneyland, Knott's Berry Farm, Lion Country Safari, beach communities, and the many attractions of the Los Angeles Metropolitan Area.

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